

FORDHAM FINANCIAL MANAGEMENT, INC.

STATEMENT OF CASH FLOWS

YEAR ENDED DECEMBER 31, 2015

Cash flows from operating activities

Net loss	\$ (545,788)	
Adjustments to reconcile net loss to net cash used by operating activities:		
Depreciation	2,802	
Decrease (increase) in:		
Securities owned - at fair value	5,483	
Receivable from broker-dealers	71,047	
Due from registered representatives	(29,923)	
Prepaid registration fees	(7,945)	
Increase (decrease) in:		
Accounts payable and accrued expenses	26,343	
Commissions payable	(3,922)	
Regulatory assessment	(7,663)	
Income taxes payable	<u>(8,341)</u>	
Net cash used by operating activities		\$ (497,907)

Cash flows from financing activities

Capital contributions	<u>475,000</u>	
Net cash provided by financing activities		<u>475,000</u>
Net decrease in cash and cash equivalents		(22,907)
Cash and cash equivalents - beginning of year		<u>31,046</u>
Cash and cash equivalents - end of year		<u>\$ 8,139</u>

Supplemental disclosure of cash flow information

Cash paid for income taxes	\$ 13,897
Cash paid for interest	\$ 389

The accompanying notes are an integral part of these financial statements.